14 Aug 63

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Period Service Communication Debrief AEABYSS-1. Introduce

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CONSIGNATION TENTATIVELY set for 28 Aug. will call Ellinghough for final date

☐ arrived at C ☐ apartment at 11 AM and ا and ∑ talked with AE-I over a nice lunch (furnished by Mrs. C I until 1300 when C I arrived. was present for the balance of the meeting. Z to AE-1 and L as a colleague of c/o who would replace him while c/o was on annual leave. The introduction went smoothly. The highlights of the meeting were cabled to . In addition hereto the following info was obtained (to be Headquarters in FROB incorporated into dispatch or to be reported in the EGF geries, as appropriate) Yuri Borisovich PRAKHOV: The Soviet accompanied AE-1 on the train ride from Ufa to Moscow. In order to ascertain the exact locations of the two sites observed by AE-1 (see cable), he enlisted Prakhov's help by betting a digarette that they were at least ... kms from Moscow. Prakhov looked out the window (AE-1 standing in the corridor of the train or vise versa) at a kilometer marker they were passing and announced that AE-1 was wrong, that they were... kms from Moscow. AE-1 repeated this stratagem when they were hear the other site which AE-1 thought to be of interest to us. AE-1 thus obtained the exact location of the sites he reported upon. He was unable to do so during our last meeting with him in January 63. Prakhov, although known officially to the Western technicians as chief-interpreter in Salavat, holds a position of much greater authority, in fact, aE-1 believes that the Soviet is one of the most influential persons in Salavat. Prakhov now works for the SOVNARKHOZ which is responsible for the Bashkir ASSR. He was born about 1920 in Vladivostok; resides in Ufa. AE-1 on one occasion visited P. at home and met his parents. P. was once referred to by another Soviet as "major"; probably accidentally. From conversation with P. AE-1 deduces that P. has spent time on the USSR Chinese Border.

Find GERSHOVICH: AE-1 was not successfull meeting G. personally as he had planned. While in Moscow-in January 63- on his way to Salavat, AE-1 talked to G. on the phone but G. begged off from a personal meeting citing as reason that he was already engaged for the evening (AE-1 said he spoke to G. at 1530 hrs feeling that G. could have met him in the afternoon if he wanted to). However, G. dispatched a deputy to the hotel where AE-1 was staying to pick up the tapes which AE-1 had purchased in Germany as a gift for G's tape recorder. AE-1 feels that for reasons unknown G. was intentionally avoiding a face to face meeting with him.

New plant construction: SIG has received orders from the Sovs for high-pressure polyethylene plants in Ufa and Kazan. The plants are to be similar to the Salavat plant except that the new plants do not require a Linde fractionator. AE-1 said that this means that the Soviet must have plans to supply the new plants directly with the required pure ethylene. A third high-pressure polyethylene plant may go up in Salavat next to the plant already operating. AE-1 had no info as to whether SIG will also obtain this contract. The Ufa plant is scheduled for completion 18 months after construction starts in mid 1964. According to AE-1 the plant could be finished within 10 months. Construction of the Kazan plant is scheduled to begin toward the end of 1964. AE-1 named the following sub-contractors participating in the projects: Maschinenfabrik Esslingen; Werner & Pfleiderer; MTAG; Siemens, Erlangen; Gfa, Essen; Beck & Henkel, Kassel; Halberg Pumpen, Frankenthal; Teufel, Nagold. Ali of these firms will have erectors at the new construction sites.

Status polyethylene plant Salavat: Plant produces currently 80-96 tons per day for 25 days per month (AE-1 said there are serious problems - nature unknown at the SIG constructed low-pressure ployethylene plant in Novokuybyshevsk resulting in low production, 1.e. 20 to 30 tons per day).

Source raw materials for Salavat poly plant: AE-1 can only speculate as to the sources of the raw materials used in the production of the polyethylene. He knew that the Linde fractionator (Gaszerlegungsanlage) which produces the 99% pure ethylene used, received the mixed gas from a pyrolisis plant which was Soviet built and Soviet operated and off limits to the Germans in Salavat. AE-1 believes that the pyrolisis plant draws its input from tank cars, from a pipeline believed to originate within Kombinat 18, and from a pipeline believed to originate within Kombinat 18, and from a pipeline believed to originate at an unknown point - AE-1 thinks Sterlitamak- outside Kombinat 18. AE-1 said that a SIG chamist once speculated that ca. 40% of the raw materials used in the pyrolisis plant originate within Kombinat 18 and ca. 60% from without.

Chemical production in Kombinat 18 and tank cars observed: AE-1 was unable to provide any info on either subject. He said that the poly plant has now been completely sealed off from the rest of the Kombinat. Access to the Kombinat is prohibited to the Germans. In order to get to work AE-1 must drive around the Kombinat and enter the polyplant

DECLASSIFIED AND RELEASED BY CENTRAL INTELLIGENCE AGENCY SOURCES METHODS EXEMPTION 3826

Urea plant under construction in Kombinat 18, Salavat: AE-1 learned from Stork-Werkspoor technicians in Salavat that the urea plant now being constructed will have a capacity of 500 tons per day. AE-1 also learned that a second urea plant - same capacity - has been built in Tula. A third urea plant is to be built at an unknown location.

Maps: In attempts to fulfill our request for maps on the Bashir region and/or the USSR, AE-1 brought a local map, scale 1:600.000, from the Bashir ASSR region, showing oil and gas lines, etc. in the area. AE-1 obtained the map from fnu FINK a former guard at the German housing area. FINK has a sister who is a schoolteacher in East Germany. AE-1 has been asked to attempt to procure maps of smallest scale. Sighting of unidentified RR freight cars: AE-1 drew a sketch of the freigtcars observed. He saw them at various stretches along the Ufa-Moscow line. Train is drawn by diesel loc and has 5 to 7 such cars. He noticed as many as 20 such trains in January 63; two or thee such trains he noticed again on his return trip in Aug 63. AE-1 described freightcars as follows: double axle, ca 2h m in length and about 3 m in height, sided by vertical metal slats with narrow spaces between the metal slats. AE-1 observed a diagonal structure rising from the bottom of the car to the top of the opposite end of the car along the entire length of the car. He was unable to determine whether this was a solid platform over the width of the car, or whether this was a cable, bar or railing. The cars were open on top. The diesel loc appeared to have a two axle small carriage in front of it.

Operational: AE-1 showed definite improvement in his reporting and in his understanding of our requirements. In his use of Prakhov to pin-point oberstation targets, and by calling Gershovich, he showed an active interest in complying with our instructions. Although the circumstances under which this meeting was held were better than on previous occasions (at least two hours were spent with AE-1 alone before A-1 appeared), it would require a much more thorough debriefing to obtain the full measure of his PI potential. Such a thorough debriefing is planned for the end of this year.

NEW BIOGRAFFIIC DATA:
 AE-1's son plans to marry Anton DRABENT's daughter. AE-1 is not pleased about this development.
 ATTITUDE, MORALE, AND PERFORMANCE:
 see text

5. FINANCE AND SUPPORTS

\$ 8.00 gifts (cigarettes, liquor, chocolates) for AE-1, [ ] and Mrs. [ ]

6. COMMITMENTS:

None

7. SECURITY:

None - German tags used -

8. ADDITIONAL HEMARKS AND CONTENTS:

-v-

PRAKHOV, Yuri Borisovich, born about 1920 in Vladisvostok; residence
UFA. Source once visited P. at dinner and met his parents. On one occasion
P. was referred to by another Soviet as "major"; probably accidentally.
P. has now a higher function than heretofor since he is now working directly for the SOVNAKHOZ responsible for the Bashkir ASSR.

KUVIKIN (fmu) - the former chief of the Bashkir SOVNAKHOZ was promoted to a position in Moscow, allegedly as chief of the "Amt fuer Chemie" (sic)

DOB about 1923
DYNIKO, Iflasovich -/formerly KUVIKIN's right hand man, is now in charge
of the Ufa and Salavat areas. (Note: check whether D. is the new chief of
the SOVNAKHOZ).

# Plant Construction and Status

Salavat Flant - currently producing 80-96 tons per day for 25 days/montl Kuybyshev Plant - now producing 20 to 30 tons per day.

Ufa - a new polyethelyne plant will go be constructed beginning mid-1964. It is schedueld for completion 18 months thereafter, but could be finished within ten months, according to Source.

Kazan - a new polyethelyne plant to be constructed at the end of 1964 similar to the plant in Salavat.

TRANK Tula - Urea plant completed with capacity of 500 tons/day

Salavat - urea plant currently under construction

Unknown location - a third urea plant to be built

#### PERKEXPLANT

Power Plant - Heretofor, the Salavat plant was fed by a power plant,
supplemented by power taken from a 100,000 volt line running
into the EXECT Combinat. A new power plant is under construction
which will take the place of the former sources of power for
the polyethelyne plant. The new power plant already has a 180m
smokestack completed.

Tsisin (sic) is the chef of the Plant (not clear whether the polyethelyne plant at Salavat or whether he now has a new position).

MIROSHNIKOV - Plant foreman for T.

<u>Costs</u> - Polyethelyne is sold in the Soviet Union for 2.20 rubles per kilo and 4 rubles to the Satellites (how does he know?)

### Assessment of Continued Production under Soviet supervision

- 1. When asked whether the Salavat Polyethelyne plant would continue at current production rate with the German technician no longer in place, Source gave the following assessment:
- a. The Soviets have shown already that they are capable of improvising to overcome shortages or break-downs. While such methods of work do not produce capacity production, the plant will undoubtedly continue to function. Furthermore, as long as German technicians are in other parts of the Soviet Union, help can frequently be obtained from them.
- b. Source himself has done much to assure continued production. Spare parts have been ordered, and weak parts of the machinery have been reinforced. On the subject of spare parts, Source stated that the German sub-contractors who were asked to estimate the INNIXIAMX life-time of their parts made false estimates and SAINXIAMX SANIXIAX advised the Soviets to purchase larger quantities than needed. The Soviets in turn, increased the quantities suggested and then had more spare parts them they could ever use. The Ge man firm Esslingen, for example, sold the Soviets 110 floor plates (Bodeneinsaetze), when during the entire time that Source spent at the plant not one EXEX needed replacement. The total order for spare parts is in the neighborhood of 5-6 million DM
- 2. In the Source's estimation, the Soviets have a mery MAXIMAX small cadre of top flight technicians. Their best technicians are equal to their German counterparts. However, beyond the few top technicians, the Soviets have very low technicial capability. There is no middle strata of skilled technicians to perform adequately the many medium level functions required in a plant such as Source had constructed. These are observations made by the source

during his tour in the Soviet Union, and relate directly to the Salavat polyethelyne plant.

3. Source also complained about the lack of planning and KKKILEKKIX EXX rationale. Work is compounded by mistakes and poor judgement, and by an attitude of disinterest. Walls are built crooked and with flaws that will reduce their life-time, if at all capable of serving their purpose. In one instance work was delayed by bricks being uloaded far from the construction site, bacause a faulty plan called this action. In another case cited by Source, painters insisted on carrying out their assignment despite the fact that construction was not completed, and the paint job would be ruined shortly after EXMENSIZEEN it was done. At another time, three coats of paint were applied to one part of theplant, apparently because funds or workers were suddenly available.

#### Prison labor

## Meeting with TSITRIN

- 1. Tsitrin first came to the attention of Source when the Soviet caused some commotion in the dining room of the hotel in which Source was staying. Since this hotel, in Salavat, was reserved for foreigners only (at that time about 10 Dutch and 2 German nationals were stayingthere) the Soviet was not served. Has demand for breakfast remained unanswered, and he muttered something about foreigners receiving preference over Soviets. Source stated that he was tempted to invite the Soviet to his table, kunk and had he known that T. spoke German, would have done so.
- 2. Later (either that day, or several days later, but close to 18 June)
  Source was walking along a street in Salavat when he ran into two Soviets
  he knewfrom the construction site. They were already somewhat drunk and

insisted that Source come with them to a near-by hotel. (This is the furname were only hotel in Salavat, which Search was not permitted to frequent in order to avoid any clashes with the local population.) At the hotel he again met with T., who came to him with an apology for his performance at Source's hotel. He explained that he had heard of Source from his chief, Prof. Dun of Leningrad, who headed the office in charge of construction or planning of chemical plants. Source knew Run from previous visits to Salavat, and remembered having seen T. a few days ealier copying certain paints of the Linde plant.

3. T. introduced himself to Source by name. He spoke fluent native German with a slight Lower Saxony accent. Source described him as about 3h yeazs, a Jew, about 1.72 m. tall, very skinny, full head of black curly hair. He had no unusual marks, no glasses or beard. Although Source did not repeat his conversation with the Soviet in every detail, he had the impression that here wa a man with whom wine could talk, and who should be of interest to us. He spoke critically of the Soviet regime, at least guardedly, and in general spoke very openly and with enthusiamx to Source. During their discussion, T. told Source that he had a good friend, a teacher, who traveled every year to Leningrad from Germany. When he mentioned the German's address it turned out to be within six kilometer from Source's home. Therespon the Soviet asked the German to carry a letter for him to the his friend. ZELKXENEWEX Apparently, the reason for the request was Source's impending departure from the Soviet Union, and the possibility of Exercise getting the letter to the friend faster by this means. It later developed that Source was delayed in his

the Containing

for Germany within a very short time, he told T. to bring the letter to his room. (Source is staying at the house on Karl Marx ul. which now also houses Soviets. However, the Soviets are not permitted to wist enter the rooms of the Germans; and are separated by a guard at front door, who same can see by turning his head, whether a person entering the house goes toward the Soviet or the German section.)

THEXTENDED T. actually came to Source's room and delivered the letter matchake for his German friend. Source then asked T. to give his address in Leningrad, and, after some slight hesitation, T. wrote it out on a separatexpair piece of paper.

Source agreed readily to turn over the letter to us when requested to a condition of the week of 18 August.

It was arranged for to call the operational number 55 69 03

\*\*THERMANNEZEREZIAMENTEREZ

as soon as he returns from his trip to Munich. He said that he will take his friend AE-h with him, in order Bor both to make an initial assessment Source and the German correspondent have of the Soviet's correspondents. Since hatherareae common experiences in the So iet Union, as well as in knowing T., Source promises himself an easy time mike on this interview. For the record, the following is the address of the German correspondents:

Richard Lindner,

Klein-Denkte (ueber Wolfenbuettel)

The Soviet correspondent is:

Anatol Tsitrin (or Zitrin, as written by the Soviet in German)

Leningrad M-135

ul. Frunze 25, dom 33